

Health AND MENTAL HYGIENE for a loan to assist in the construction of such facilities, AFTER HAVING SUBMITTED A COPY OF SUCH PETITION TO THE STATE CLEARING HOUSE WITH THE DEPARTMENT OF STATE PLANNING within the following conditions and limitations:

1. The project must be included in the county water and sewerage plan as approved by the governing body and the State [Health] Department OF HEALTH AND MENTAL HYGIENE pursuant to the [provision] PROVISIONS of Section 387(c) of Article 43 of the Annotated Code of Maryland, as amended from time to time, AND THE REGULATIONS ADOPTED PURSUANT THERETO.

2. The full amount of the State loan for any one project shall not exceed the cost of the project less the amount of any Federal grant or loan for that project and the loan for any one project shall not exceed the amount of two hundred and fifty thousand dollars (\$250,000).

3. The cost of the project eligible for a loan under this subsection shall include reports, plans, specifications, legal and administrative costs, equipment, construction, land, easements and rights-of-way.

4. The sewer facility must meet all requirements and regulations of the State and have the final approval of the State Department of Health AND MENTAL HYGIENE pursuant to Section [390] 394 of Article 43. No loan may be granted for a project that is not connected directly or indirectly through a sewer system of adequate capacity to a sewage treatment plant capable of maintaining the Water Quality Standards of the State. No loan shall be made for a project which is likely to cause untreated sewage to spill from an existing sewer or cause untreated or inadequately treated sewage to by-pass a sewage treatment plant.

5. The loan shall bear the same rate of interest as the Certificates of Indebtedness from which cash proceeds are used to provide the loan.

6. The loan shall be repaid within thirty (30) years, and the first payment shall be made at such time as stipulated by the Board of Public Works.

7. Before any loan has been allowed, the petitioner shall execute and acknowledge in a manner according to law, an agreement which will specify the purpose, amount, and manner of repayment of the loan and such other terms and conditions as may be required by regulations of the Board of Public Works. The agreement shall be signed on behalf of the State of Maryland by the Department of